## BEFORE THE ARIZONA CORPORATION COMM.

## COMMISSIONERS

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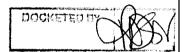
IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS AGUA FRIA WATER DISTRICT, HAVASU WATER DISTRICT, MOHAVE WATER DISTRICT, PARADISE VALLEY DISTRICT, SUN CITY WEST WATER DISTRICT AND TUBAC WATER DISTRICT.

DOCKET NO. W-01303A-08-0227

Arizona Corporation Commission

DOCKETED

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IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS MOHAVE WASTEWATER DISTRICT.

DOCKET NO. SW-01303A-08-0227

DECISION NO. 71410

NOTICE OF COMPLIANCE FILING

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In compliance with Decision No. 71410, Arizona-American Water Company hereby files the attached 2010 calendar year Off-Site Facilities Hook-Up Fee status report for the Mohave Wastewater district.

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RESPECTFULLY SUBMITTED on January 31, 2011.

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## Arizona American Water Company Mohave Wastewater District Off Site Facilities Hook-Up Fees For the Year 2010

<u>Date</u>	<u>Amount</u>		<u>Developer/Builder/Individual</u>	
	\$	-	Beginning Balance	
2/4/2010		785	Catania Corp	2282 E Osprey Cove
	\$	785	Total Collected in 2010	
	\$	785	Life to Date Collection	ns

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IT IS FURTHER ORDERED that the first calendar year Off-Site Facilities Hook-Up Fee status report for the Mohave Wastewater district shall be due on January 31, 2011, covering the timeframe from inception of the tariff through December 31, 2010.

IT IS FURTHER ORDERED that Arizona-American Water Company shall lower the amount of its existing CAP Surcharge for the Paradise Valley Water district to account for the difference between the former \$22.62 per acre foot SRP water delivery and administrative charges and the current \$8.00 per acre foot CAWCD storage cost, taking into account any overcollection that has occurred since the date of the changes in the Company's CAP Surcharge costs.

IT IS FURTHER ORDERED that Arizona-American Water Company is hereby authorized to implement the ACRM for its Tubac Water district as presented in the application, but without any predetermination regarding engineering overheads.

IT IS FURTHER ORDERED that Arizona-American Water Company is hereby authorized to defer incremental operating and maintenance expenses related to the operation of the White Tanks Plant commencing with the in-service date through and until the date of issuance of a rate order that considers the reasonableness of such expenses as recoverable operating expenses, in accordance with the following:

- The deferral shall be allowed only if Arizona-American is the sole owner and operator (1) of the White Tanks Plant.
- Arizona-American Water Company shall defer for consideration of future recovery (2)White Tanks Plant expenses to include: labor and labor-related benefits associated with personnel to operate the White Tanks Plant; power costs; chemicals; waste disposal expenses; operating supplies; and any other expenses directly associated with the operation of the White Tanks Plant. These expenses shall be tracked and recorded in a deferral account limited exclusively to White Tanks Plant costs.
- Arizona-American Water Company shall offset the amount deferred by all operating (3) cost savings realized elsewhere in the Company's Agua Fria system that result from the reduction in water production from existing groundwater sources displaced by treated surface water from the White Tanks Plant. Arizona-American Water Company shall track such operating cost savings